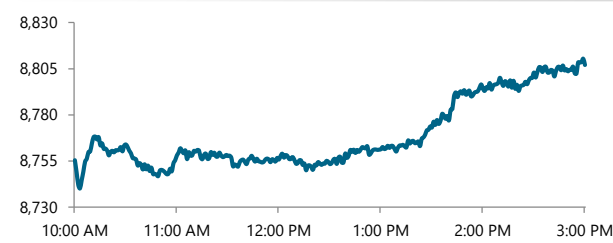


Daily Markets Overview

31 January 2021

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,807	0.3	-0.8	1.4	29.2
Saudi (NOMUC)	25,928	-1.4	-0.5	-1.2	NA
Energy	5,347	-0.1	-0.1	-0.7	36.1
Materials	5,930	0.8	-0.3	3.2	NA
Capital Goods	6,727	0.8	0.6	2.9	36.4
Com. & Prof. Svc	4,182	0.4	-0.3	3.0	NA
Transportation	4,928	0.1	0.1	1.8	NA
Cons. Durables & Apparel	5,987	1.3	0.5	4.6	NA
Consumer Services	4,163	0.2	-1.7	-2.5	21.6
Media	9,942	-0.7	-1.1	-2.7	39.8
Retailing	8,756	1.7	1.4	2.3	NA
Food & Staples Retailing	10,569	-0.9	-0.6	0.3	NA
Food & Beverages	5,299	-0.1	-1.4	-3.0	31.6
Health Care Equipment	5,828	-0.6	-0.3	3.1	34.0
Pharma, Biotech & Life Science	5,086	0.1	0.1	-1.7	NA
Banks	7,671	0.0	-1.8	1.1	18.5
Diversified Financials	4,531	-0.4	-0.5	-1.4	NA
Insurance	6,034	0.7	-1.3	0.2	32.4
Telecommunication	7,242	0.8	0.8	5.0	23.6
Utilities	4,786	0.8	-2.3	3.8	NA
REITs	4,299	-0.4	-0.2	0.3	38.1
Real Estate	2,993	0.0	-0.2	-0.9	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Baazeem Trading Co.	129.80	10.0%	467
United Cooperative Assurance Co.	21.90	7.8%	74
Saudi Vittrified Clay Pipes Co.	109.00	5.8%	401
Zahrat Al Waha for Trading Co.	84.00	3.8%	121
Al Kathiri Holding Co.	92.50	3.8%	219

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	vs. Conse nus
Bahri	28-Jan	4Q20	77.5	-69%	0.20	NA
Savola Group	27-Jan	4Q20	44.7	-67%	0.08	NA
HCC	25-Jan	4Q20	22.7	-26%	0.23	NA
Almarai	24-Jan	4Q20	335.9	8%	0.34	NA
STC	21-Jan	4Q20	2,683.0	16%	1.34	NA

Source: Tadawul

Saudi Market Update

- TASI closed 0.3% higher to 8,807, while NOMUC declined 1.4% to 25,928 on Thursday. TASI traded value totaled SAR 6.5bn and averaged SAR 7.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 23.9% of the daily traded value.
- MSCI Emerging Markets closed 1.6% lower on Friday, trading at P/E (TTM) of 25.3x vs. 29.2x for TASI.
- Banks ended flat, while Materials closed 0.8% higher. Telecom gained 0.8%. Retailing (up 1.7%) was the best performing sector. Among stocks, Baazeem Trading Co. (9503/BAAZEEM AB), United Cooperative Assurance Co. (8190/UCA AB), and Saudi Vittrified Clay Pipes Co. (2360/SVCP AB), led the gainers.
- S&P Global Ratings revealed that Saudi banks showed some resilience owing to the support from the Saudi Central Bank (SAMA) and minimal reliance on external funding. S&P expects the financial performance of Saudi banks to remain under pressure this year on the back of lower interest rates and higher cost of risk. (Source: Argaam)
- According to Saudi Central Bank (SAMA), assets held by the bank decreased by SAR 11.8bn (USD 3.2bn) M/M to SAR 1.85tn (USD 492bn) in December 2020. When compared to the same month last year, SAMA's assets plunged by SAR 66bn (USD 17.6bn). (Source: Argaam)
- SAMA revealed that Saudi-listed banks reported a 46% fall Y/Y in aggregate net profit before Zakat and tax to SAR 2.19bn (USD 583mn) in December 2020. The sector's aggregate earnings fell by 23% to SAR 38.7bn (USD 10.3bn) in 2020, compared to SAR 50.32bn (USD 13.4bn) a year earlier. (Source: Argaam)
- The National Shipping Co of Saudi Arabia (4030/NSCSA AB) reported a net profit after Zakat and tax of SAR 1.57bn (USD 418mn) for FY20, compared to SAR 620.7mn (USD 165mn) in FY2019. This was attributed to an increase in revenue from several operating segments supported mainly by the growth in oil transport sector due to the rise of transportation rates in addition to the increase in number of voyages during the period. (Source: Argaam)
- The National Shipping Co of Saudi Arabia (4030/NSCSA AB)'s BoDs recommended a cash dividends of SAR 1 per share for 2H20, implying a full-year yield of 5.0%. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Mouwasset Medical Services Co.	144.00	-2.7%	23
Allied Cooperative Insurance Group	56.00	-2.4%	59
Al Sagr Cooperative Insurance Co.	16.90	-2.0%	100
Savola Group	39.45	-1.6%	70
National Commercial Bank	43.10	-1.6%	94

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Baazeem Trading Co.	129.80	10.0%	467
Saudi Vittrified Clay Pipes Co.	109.00	5.8%	401
Al Rajhi Bank	73.00	0.0%	287
Al Kathiri Holding Co.	92.50	3.8%	219
Ash-Sharqiyah Development Co.	109.60	1.1%	170

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of January 28, 2021
(2) WTD: Week to Date and YTD: Year to Date

Daily Markets Overview

31 January 2021

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,697	-1.1	-1.4	8.2	13.3
Abu Dhabi (ADX)	5,642	-0.4	0.5	11.8	22.2
Kuwait (KSE)	5,533	-0.1	0.3	3.0	NA
Qatar (QE)	10,545	-1.0	-1.8	1.0	18.2
Oman (MSM)	3,649	-0.3	-2.6	-0.3	13.2
Bahrain (BSE)	1,457	-0.4	0.3	-2.2	14.2
DJMENA Index	601	0.0	-0.5	3.4	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,714	-1.9	-3.3	-1.1	29.9
US (NASDAQ 100)	13,071	-2.0	-3.5	1.4	34.5
UK (FTSE 100)	6,407	-1.8	-4.3	-0.8	NA
Germany (DAX)	13,433	-1.7	-3.2	-2.1	NA
France (CAC 40)	5,399	-2.0	-2.9	-2.7	NA
Russia (MICEX)	3,277	-1.9	-3.1	-0.4	14.7
Japan (Nikkei)	27,663	-1.9	-3.4	0.8	38.7
Hong Kong (HSI)	28,284	-0.9	-4.0	3.9	16.1
South Korea (KOSPI)	2,976	-3.0	-5.2	3.6	29.6
China (SHCOMP)	3,483	-0.6	-3.4	0.3	18.3
India (NIFTY)	13,635	-1.3	-5.1	-2.5	32.7
Brazil (IBOV)	115,068	-3.2	-2.0	-3.3	NA
Turkey (BIST 100)	1,473	-1.7	-4.5	-0.2	12.9
Egypt (EGX30)	11,579	0.0	-0.6	6.8	NA
MSCI Emerging Markets	1,330	-1.6	-4.5	3.0	25.3
MSCI World	2,662	-1.8	-3.4	-1.1	32.9

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	55.9	0.6	0.8	7.9	-6.6
Natural Gas (\$/mmbtu)	2.6	-3.8	4.8	1.0	5.3
Gold (\$/oz)	1,848	0.2	-0.4	-2.7	17.2
Silver (\$/oz)	27.0	1.8	5.9	2.2	53.7
Platinum (\$/oz)	1,078	0.1	-2.3	0.6	10.3
Copper (\$/t)	7,862	-0.2	-1.6	1.5	40.1
Zinc (\$/t)	2,557	-0.5	-5.1	-6.3	15.0
Lead (\$/mt)	2,013	0.2	0.3	2.1	6.7
Wheat (\$/bu)	663	2.5	4.5	3.5	13.9
Corn (\$/bu)	547	2.3	9.3	13.0	35.1
Sugar (\$/lb)	15.8	1.5	-0.3	2.2	7.7

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.20	0.00	-0.04	0.00
Saudi Arabia	0.82	0.00	0.00	0.61
UAE	0.40	0.02	-0.11	0.20
Kuwait	1.44	0.00	0.00	1.24
Qatar	0.95	-0.01	-0.17	0.75
Bahrain	2.20	-0.03	-0.05	2.00

Source: Reuters

NOTES:

(1) Prices updated as of January 29, 2021(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the red on Friday. S&P 500 and NASDAQ decreased 1.9% and 2.0%, respectively. Dow Jones Industrial closed 2.0% lower. In Europe, UK declined 1.8%. Germany and France closed 1.7% and 2.0% lower, respectively.
- Asian markets ended in the red on Friday. China declined 0.6%. Japan and South Korea ended 1.9% and 3.0% lower, respectively. Hong Kong and India decreased 0.9% and 1.3%, respectively.
- GCC markets ended in the red on Friday. Dubai and Abu Dhabi declined 1.1% and 0.4%, respectively. Kuwait and Qatar closed 0.1% and 1.0% lower, respectively. Oman and Bahrain ended 0.3% and 0.4% lower, respectively.
- US jobless claims for the week ended January 23 stood at 847K (prior: 914K). (Source: Trading Economics)
- According to reports, oil output of the Organization of the Petroleum Exporting Countries (OPEC) rose for the seventh straight month in January, with Nigeria recording the biggest output decline. The output increased by 160,000 barrels per day (bpd) to reach 25.75 million in January compared with the previous month. OPEC's compliance with the supply curbs rose to 103% in January, compared with 99% in December 2020. (Source: Argaam)
- According to Bahrain's Minister of Finance and National Economy, Bahrain is witnessing strong growth in its non-oil economy, which is now representing around 90% of the country's GDP, up from 55% in 2000. The Minister highlighted the need for a recalibration of the relationship between economic growth and government revenues. (Source: Trade Arabia)
- According to reports, UAE's gold jewelry sector saw a huge uptick in sales during 4Q20, up 80% Q/Q, on the back of high tourist influx, but it was not enough to lift the market from a pandemic-driven slump. Demand went up from 3.8 tonnes in 3Q20 to 6.9 tonnes in 4Q20. (Source: Zawya)
- The National Bank of Kuwait (NBK) stated that GCC debt issuance was strong in 2020, crossing USD 100bn (SAR 375bn). The 4Q20 saw the issuance of about USD 15bn (SAR 56.3bn), dominated by sovereign paper and led by KSA with USD 8.3bn (SAR 31.1bn). This brought the total GCC outstanding debt to around USD 575bn (SAR 2.1tn) as of the end of the year. (Source: Decypha)

Coming Up

- UK's IHS Markit/CIPS UK Manufacturing PMI for January (prior: 57.5; consensus: 52.9) will be announced tomorrow. (Source: Trading Economics)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended January 29 (prior: -9.9mn barrels) will be announced on February 3. (Source: Trading Economics)
- US jobless claims for the week ended January 30 (prior: 847K) will be announced on February 4. (Source: Trading Economics)

Daily Markets Overview

31 January 2021

Contacts

Research & Advisory

Research&advisory@fransicapital.com.sa

Saudi Fransi Capital

Toll free 800 125 9999

Website www.sfc.sa

Saudi Fransi Capital (Closed Joint Stock Company Owned by Banque Saudi Fransi)

Authorized and regulated under Capital Market Authority license 11153-37. The company is operating under commercial registration 1010231217 with a paid up capital of SAR 500,000,000.

Head Office

8092 King Fahd Road | Riyadh 12313-3735 | Kingdom of Saudi Arabia

Mailing Address

P.O. Box 23454 Riyadh 11426 | Kingdom of Saudi Arabia

Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not to be held responsible if the information in this report is not complete or free from any error.

This report is not to be construed as, an offer or solicitation of an offer to buy or sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor because the investment in such kind of securities may not be suitable for all.

